MEMORANDUM

Agenda Item No. 7(A)

(Second Reading

04-19-05)

TO:

Honorable Chairperson Barbara Carey-Shuler, Ed.D.

DATE:

October 19, 2004

and Members, Board of County Commissioners

FROM:

Robert A. Ginsburg

County Attorney

SUBJECT:

Ordinance relating to

incorporation and annexation; requiring new municipalities to pay

100% mitigation

The accompanying ordinance was prepared and placed on the agenda at the request of Commissioner Joe A. Martinez.

Robert A. Gi

County Attorney

RAG/bw



Date:

April 19, 2005

To:

Honorable Chairman Joe A. Martinez

and Members, Board of County Commissioners

From:

George M. By County Manager

Subject:

Ordinance Requiring Certain Municipalities Incorporating or Annexing Commercial, Business, or Industrial Areas To Pay One Hundred Percent Mitigation For Those

Areas.

The accompanying ordinance placed on the agenda at the request of Commissioner Joe A. Martinez will protect the County from a potential negative fiscal impact resulting from the inclusion of a Commercial, Business, or Industrial (CBI) area in a new annexation or incorporation. This legislation would require annexing or incorporating municipality to make an annual payment to the County in an amount equal to one hundred percent (100%) of the revenue the County would have otherwise lost as a result of the annexation or incorporation of that area. The intent is to make annexation or incorporation of a CBI area revenue neutral to the County.

fiscal00405

TO:

Honorable Chairman Joe A. Martinez

DATE:

April 19, 2005

and Members, Board of County Commissioners

FROM:

Robert A. Ginsburg County Attorney SUBJECT: Agenda Item No. 7(A)

Ple	ase note any items checked.
·	"4-Day Rule" ("3-Day Rule" for committees) applicable if raised
	6 weeks required between first reading and public hearing
	4 weeks notification to municipal officials required prior to public hearing
	Decreases revenues or increases expenditures without balancing budget
	Budget required
	Statement of fiscal impact required
	Bid waiver requiring County Manager's written recommendation
	Ordinance creating a new board requires detailed County Manager's report for public hearing
	Housekeeping item (no policy decision required)
	No committee review

Approved	<u>Mayo</u>		7(A)
Veto	_	04-19-05	
Override	_		
	ORDINANCE NO.		

ORDINANCE RELATING TO INCORPORATION ANNEXATION; ESTABLISHING COUNTY POLICY THAT **MUNICIPALITIES** REQUIRES CERTAIN NEW AND **EXISTING MUNICIPALITIES** ANNEXING **CERTAIN** COMMERCIAL, BUSINESS OR INDUSTRIAL **AREAS** WITHIN THEIR BOUNDARIES TO PAY ONE HUNDRED PER CENT (100%)MITIGATION FOR **THOSE** AREAS PROVIDING EXCEPTION; PROVIDING SEVERABILITY, INCLUSION IN THE CODE, AND AN EFFECTIVE DATE

WHEREAS, policies should be adopted by the Board of County Commissioners which will minimize or eliminate adverse fiscal impacts on the unincorporated municipal service area budget due to incorporations and annexations; and

WHEREAS, prospective municipalities or municipalities desiring to annex an area may have within their boundaries high-value business, commercial, or industrial areas, including those areas as designated in Composite Exhibit 1, which is attached hereto an incorporated herein by reference (hereafter "CBI Areas"); and

WHEREAS, all County residents contribute to the value of the CBI Areas; and

WHEREAS, the 100% mitigation policy will help reduce the negative impact of the incorporation or annexation of high value areas on the unincorporated municipal services area budget,

NOW, THEREFORE, BE IT ORDAINED BY THE BOARD OF COUNTY COMMISSIONERS OF MIAMI-DADE COUNTY, FLORIDA:

Section 1. Section 20-27 of the Code of Miami-Dade County, Florida, is hereby created as follows:

Sec 20-27. Policy Regarding Incorporation and Annexation of Commercial, Business, or Industrial Areas.

- It is the policy of the Board (1) of County Commissioners that any proposed municipal incorporation which would result in a donor municipality having any Commercial Business or Industrial or "CBI Area" within its boundaries or any municipality that proposes the annexation of any CBI Area in the area it proposes to annex shall as a condition of incorporation or annexation, pay to the County 100% of the net excess of revenues minus expenses attributable to the CBI Area within the boundaries of the proposed municipality or the annexed area. In the case of incorporation, the agreement to pay net excess of revenues minus expenses shall be included in the charter of the proposed municipality. In the case of annexation, the agreement to pay net excess of revenues minus expenses shall be included in an agreement interlocal between the municipality and the County.
- (2) Exception: Any annexing municipality having a below average per capita taxable value as compared to all other cities within Miami-Dade County, including UMSA, and an above average tax effort as compared to all other cities in Miami-Dade County, including UMSA, shall be exempt from the application of Section 1 to the extent necessary to achieve an average per capita taxable value. It is provided, however, that if after the annexation, the municipality reduces its tax effort to below the average tax effort as compared to all cities including UMSA, it shall pay a mitigation fee into a municipal services trust fund equal to the

revenues generated in the proposed annexed area less the cost of services which the County provided to the area prior to annexation.

(3) Definitions.

For purposes of this ordinance, the term:

- (a) "Donor Municipality" is defined as a municipality where the revenue generated from the area as part of UMSA is more than the expenses incurred by the County to serve that area.
- (b) "Commercial, Business or Industrial Area ("CBI Area") is a high-value area used primarily for commercial, business or industrial purposes and each of which is identified and described in Composite Exhibit I hereto, which is incorporated herein by reference.
- Section 2. If any section, subsection, sentence, clause or provision of this ordinance is held invalid, the remainder of this ordinance shall not be affected by such invalidity.
- Section 3. It is the intention of the Board of County Commissioners, and it is hereby ordained that the provisions of this ordinance, including any sunset provision, shall become and be made a part of the Code of Miami-Dade County, Florida. The sections of this ordinance may be renumbered or relettered to accomplish such intention, and the word "ordinance" may be changed to "section," "article," or other appropriate word.

Section 4. This ordinance shall become effective ten (10) days after the date of enactment unless vetoed by the Mayor, and if vetoed, shall become effective only upon an override by this Board.

PASSED AND ADOPTED:

Approved by County Attorney as to form and legal sufficiency:

Prepared by:

Cynthia Johnson-Stacks

Sponsored by Commissioner Joe A. Martinez

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